# FISCAL NOTE

## HB 670 - SB 1126

February 27, 2005

**SUMMARY OF BILL:** Provides for the Department of Safety to issue one standard specialty license plate to replace all cultural, specialty earmarked and new specialty earmarked license plates. Such plates shall have sufficient space for an emblem or logo associated with the special group or purpose for which the plate is issued. The emblem or logo shall be on an adhesive label to be affixed to the plate.

### **ESTIMATED FISCAL IMPACT:**

Increase State Expenditures – Exceeds \$900,000 One-Time Decrease State Revenues - \$1,575,000 Recurring/Dedicated Funds

### Assumptions:

- There are approximately 180,000 cultural, specialty earmarked, and new specialty earmarked license plates currently registered.
- Approximately 25% (45,000) of those with such plates will choose not to get the standard plate with the decal and therefore will no longer pay the \$35 specialty license plate fee, resulting in a decrease in state revenues.
- Proceeds from the specialty license plate fee are distributed to the Arts Commission, Highway Fund, state programs and agencies and private organizations depending on the plate.
- The specialty license plate replacement costs are currently budgeted as part of the new license plate issue costs and will therefore not result in an increase in state expenditures.
- There will be a one-time increase in state expenditures to develop a computer program to track the control numbers and issuance of each decal.
- There will be a one-time increase in state expenditures to manufacture and distribute the decals.

#### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

Jam W. White

James W. White, Executive Director